

Big Bond Issue Urged to Cover All U. S. Debt

J. W. Bache, Banker, Tells House Committee Refund of Liabilities Would Aid in Equalizing Tax Burden

Offers New Revenue Plan

1 Per Cent Levy on Sales Would Net 2 Billions a Year; Opposed to Surtax

WASHINGTON, Dec. 17.—Flotation of a bond issue into which would be refunded virtually the entire bonded indebtedness of the American government was proposed to the Ways and Means Committee of the House to-day by J. W. Bache, a New York banker, as a means of equalizing the burden of taxation resulting from the World War.

Bonds of the new issue proposed by Mr. Bache would run for fifty years. They would bear a scale of interest rates starting at 6 per cent for the first five years, 5 1/2 per cent the second five years, 5 per cent the third period of five years and a permanent rate of 4 1/2 per cent a year thereafter until maturity. Mr. Bache declared that such an issue would serve to bring Liberty bonds back to par, while at the same time permitting retirement of 2 per cent of the outstanding Liberty bonds each year.

The New York banker also submitted a revenue program which he declared would easily produce \$2,500,000,000 annually. Included in it was a sales tax of 1 per cent, which, he estimated, would yield \$2,000,000,000 annually. Continuation of the excise taxes yielding about \$300,000,000 a year and the enactment of a tariff which would produce \$700,000,000 annually income also were embraced in the program.

Would Abolish Surtaxes
As regards an income tax Mr. Bache recommended the enactment of a flat normal rate of 5 per cent on all incomes, with an exemption of \$5,000. Taxes on incomes below \$5,000, he declared, were small and did not come from persons from whom the government should seek revenue. He declared that the superincome or surtaxes had resulted in driving wealthy men to invest all their money in tax exempt securities and in "causing every cross-town in the country to issue a lot of securities that some day will cause a lot of grief."

In discussing the sales tax the witness declared that probably after the first year only one per cent of one per cent would be required. The sales tax, he said, would bring in more money and with less disturbance to banking and business than any other tax that could be levied. He advocated, however, that a Federal licensing system be created in connection with it, requiring every person or firm doing a business of \$2,000 a year or more to be licensed. This would provide a system of checking up on all persons supposed to be paying taxes, Mr. Bache declared, as well as supplying the government with other information relative to its own resources.

Abolish Tax in China, He Urges
The Ways and Means Committee also heard testimony to-day from H. H. Arnold, of Shanghai, president of the American Chamber of Commerce of China, who advocated the removal of the application of excess profits and other taxes to American corporations doing business solely in China. Application of the taxes, he said, worked to the benefit of competing foreign firms, who were not taxed by their governments.

In connection with consideration of tax revision by the Ways and Means Committee one of its members, Representative Treadway, Republican, Massachusetts, introduced in the House a bill which would provide for a tax of one-fourth of 1 per cent on all bank deposits except savings accounts. He estimated that the tax would produce \$1,500,000,000 annually and his bill would have the tax collected by the banks at the time of deposit.

J. J. Klein, a New York public accountant, urged the creation of region-

al committees to hear tax revision suggestions throughout the country. He advocated requirement of a simple return from every person twenty-one years of age to detect tax evaders and establishment of a tax court, a substitute for the excess profits tax, repeal of the tax on corporate contributions to charitable, educational or similar institutions, and made various proposals for simplification of the tax system.

Pershing, Lane, Hoover Will Be Dinner Hosts

Meal Fed by U. S. Charity Each Day in Europe Will Be Served on December 29

A novel dinner will be given at the Hotel Commodore on December 29, with General Pershing, Franklin K. Lane and Herbert Hoover as hosts.

Every table at the dinner will represent \$10,000 in gifts to the European Relief Council, or the equivalent of food and medical service for 1,000 persons until the next harvest. The New York committee of the council has accepted its quota 350,000 destitute European children.

Probably the most interesting feature of the dinner will be the menu. It will consist of the one balanced meal that is fed by American charity each day in 17,000 clinics, hospitals, feeding stations and orphanages in Eastern and Central Europe. There will be cocoa and soup, with a slice of white bread, which is a luxury to the children who get it in the hunger countries. A cookie, served only on great occasions overseas, may be added for desert.

At the speakers' table will be a vacant chair, visualizing the scores of thousands of unseen guests. While leaders in New York's social and business life are expected to attend in great number there will be no test of admission to the dinner except largeness of heart and energy. Any person who has obtained \$1,000 for the council, thus saving the lives of 100 children, can get a ticket from the New York committee's headquarters, 42 Broadway.

Mr. and Mrs. John T. Pratt, Mr. and Mrs. William F. Morgan, Manton B. Metcalf and John H. McClement were among the first to reserve entire \$10,000 tables.

Middy Hazers to Remain

Congressmen Informed There Will Be No Dismissals

WASHINGTON, Dec. 17.—Information reaching members of the House and Senate to-day was that none of the students at the Naval Academy now being tried for hazing practices would be dismissed. It is understood that the accused students are to be punished by one method or another, but the danger of dismissal has been ended, for the present, at least.

The information was regarded as being so authentic that Senators and Representatives, who have kept up a constant bombardment of the Navy Department and academy officials, and who have made many threats within the last few days, now take the attitude that the controversy at the academy should be permitted to take its course without outside interference.

Report on Hayti Completed

WASHINGTON, Dec. 17.—The naval court of inquiry which investigated charges of indiscriminate killing of natives by American marines in Hayti has completed its report and it is now in the hands of the judge advocate general of the navy. Secretary Daniels said to-day he expected to receive the report to-morrow or Monday and that he would make it public as soon as he had reviewed it.

Education and Welfare Department Is Favored

Expense of Creating Two New Federal Bureaus Makes the Combination Probable

From The Tribune's Washington Bureau
WASHINGTON, Dec. 18.—Out of the agitation for a new department of Social Welfare and also a new Department of Education may come a single department to be known as the Department of Education and Social Welfare.

Senator Kenyon, chairman of the Education and Labor Committee, conferred with a number of Senators to-day about this matter. Senator Kenyon has offered a bill for a department of Social Welfare, which has the approval in principle of Senator Harding. Moreover, there is pending in Congress the Smith-Towner bill for a Department of Education. The pressure for both of the proposed new departments is strong.

Reasons of economy will prevent the establishment of two new departments. Such speeches as that of Senator Warren to-day, giving warning of the need for economy, make it difficult to get even one new department or any new agency of government established.

However, Senator Kenyon has come to the conclusion that if his bill for a department of Social Welfare is combined with features of the bill for a Department of Education, the measure for the combined Department of Education and Social Welfare will be passed in the new Congress.

Senator Kenyon has been assured by a number of Senators they will favor the combined department and he will revise his bill accordingly.

The proposed Department of Social Welfare or Public Welfare is intended to include all agencies concerned in promoting social justice or social welfare. Senator Harding spoke in favor of such a department in the campaign.

Merchant-tailored—Ready-to-wear!



ON SALE THIS MORNING!

The last of our '100 Large and Luxurious ULSTERS

Reduced to

\$54

In other words—

A machine-made price for a merchant-tailored product! The only apology we have to offer is the limited quantity—but that's because a man takes more time (and hence more pains) than a machine!

Holiday Sale of FURS

No, Fur prices are not coming down to this level. Manufacturers' prices are still at a high mark. We could not buy these Furs now for the prices to which we have reduced them! The truth is, the mild weather condition is responsible. As the need for Furs has not yet been felt, though the season is well advanced, we find ourselves over invested and are forced to dispose of this overstock at a distinct sacrifice. The woman who buys now economizes.

Hudson Seal Coat, 40 inches long, selected skins with Skunk collar and cuffs. 465.00 formerly 785.00	Mole Wrap, 48 inches long, of choice full furred pelts, large shawl collar. 425.00 formerly 625.00
Black Pony Skin Coat, 36 inches long, soft, beautiful skins, Natural Raccoon collar and cuffs. 145.00 formerly 285.00	French Seal Coat, 45 inches long, superior quality skins, self collar and cuffs. 295.00 formerly 495.00
Hudson Seal Coat, 36 inches long, of selected skins, Skunk collar and cuffs. 445.00 formerly 695.00	Skunk Scarfs of finest skins 55.00 formerly 75.00
	Beaver Cape Scarfs, 85.00 formerly 110.00

(Fourth Floor)

James McCreery & Co.

5th Avenue

34th Street

"Happiness in Every Box"



OPEN NOW

5 NEW

United Candy Stores

13 Park Row

Broadway and Canal

135 West 42d St., nr. Broadway

59th St. at 3rd Ave.

Broadway at 103d St.

Better to Serve Christmas Candy Buyers

THIS addition of five more stores in one week breaks even our own past records for growth. We are now dispensing "Happiness" from fourteen stores in New York, three in Philadelphia, two in Newark, as well as four in New Orleans.

This rapid development has been made possible only through the whole-hearted appreciation of our efforts

by the public. This appreciation has its source, we believe, in four well defined reasons:

The quality of our candy;

A belief in our sincere desire to provide the best possible service;

Our policy of "Full Weight—16 ounces of CANDY in Every Pound Box";

Our stand for fair prices

Shop Sunday—avoid the week-day
Rush—All our Stores will keep open
on Sunday for your convenience.

United Xmas Candy

A box of fine Candies from the Happiness Stores—what could be more appropriate? Assorted Chocolates are most in favor at this season.

Rosemary Chocolates

One, two, three and five pound boxes. Compare them with the usual \$2.00 kind.

\$1 50

A POUND

Vogue Chocolates

One and two pound boxes. Compare with the usual \$1.50 kind.

\$1 25

A POUND

Evangeline Chocolates

One, two, three and five pound boxes. Compare with the usual \$1.25 kind.

\$1 00

A POUND

Club Chocolates

One, two, three and five pound boxes. Compare with the usual \$1.00 kind.

80c

A POUND

Arcade Chocolates

One, two, three and five pound boxes. Compare with the usual 80c kind.

65c

A POUND

Jersey Milk Chocolates

One and two pound boxes. Compare with the \$1.00 and \$1.25 kind.

89c

A POUND

Home Made Assortment

A two pound box containing a selection of our choicest "Home Made" Confections.

\$1 50

2 POUNDS

Milk Chocolate Covered Nut Meats, Assorted

One and two pound boxes—extra fine.

\$1 50

A POUND

Bitter Chocolate Butter Creams

An original creation for those who like a bitter chocolate best.

75c

A POUND

Viennese Crystal Mixed

Our finest assortment of hard gloss candies. Pure sugar, fruit flavored, satinettes, butter-cups, dainties, chocolate straws and stuff confections. Packed in decorated tin boxes.

75c

A POUND

Glaze Fruits, Assorted

In five pound boxes. Usually sold for five dollars a box.

\$3 90

5 POUNDS

SPECIALLY FOR YOUNGSTERS

Pure Sugar Hard Candies and Stick Candies, Molasses Candies, Nut Candies of All Kinds, Mints and Everything You Can Imagine, Per Pound

50c 60c 70c 80c

Full Weight—16 Ounces of Candy in Every Pound Box

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32 Cortlandt St.—Hudson Terminal.
90 Nassau Street—Corner Fulton.
13 Park Row.
416 Broadway—Corner Canal.
64 East 14th Street—Near Union Square.

42 East 23rd Street—Near 4th Avenue.
200 Fifth Avenue—Fifth Ave. Building.
25 West 42nd Street—Bet. 5th and 6th Aves.
135 West 42nd Street—Near Broadway.
1272 Broadway—Near 32nd Street.

1343 Broadway—Bet. 35th and 36th Sts.
2249 Broadway—Near 80th Street.
2690 Broadway—Near 103rd Street.
3rd Ave., Corner 59th Street.

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Drink Baker's Cocoa Every Day

It is so delicious, so strengthening, so healthful, contains so much valuable food material that it should be used every day.



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Safe Milk For Infants & Invalids NO COOKING
The "Food-Drink" for All Ages. Quick Lunch at Home, Office, and Pountains. Ask for HORLICK'S. Avoid Imitations & Substitutes.